

# FLORIDA Fluid Milk Report

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Florida Marketing Area  
Federal Order No. 6



[www.fmmatlanta.com](http://www.fmmatlanta.com)

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## Fluid Milk Product Definition Decision Issued

The USDA has issued a final decision to amend the definition of Class I fluid milk products in all Federal milk marketing orders. These amendments were considered in a recommended decision published May 17, 2006.

Under the final decision, a product will meet the compositional standards for fluid milk products if it contains at least 6.5 percent nonfat milk solids or 2.25 percent true milk protein. This decision also amends the fluid milk product definition to provide exemptions for drinkable yogurt products containing at least 20 percent yogurt (by weight), kefir, and products intended to be meal replacements. The decision clarifies how milk and milk-derived ingredients should be priced under all Federal milk marketing orders when used in fluid milk products.

The final decision was published in the June 14 Federal Register. These amendments are subject to producer approval before they can be implemented. For additional information, visit [www.fmmatlanta.com](http://www.fmmatlanta.com) and click on 'What's New'.

## DOJ and USDA Dairy Workshop

The Department of Justice and the USDA have announced additional details regarding the June 25, 2010 public workshop in Madison, Wisconsin, which will examine competition and regulatory issues in the dairy industry. The workshop will be held in the Union Theater at the University of Wisconsin – Madison, 800 Langdon Street, Madison, Wisconsin.

This is the third in a series of five joint public workshops. The first workshop was held in March in Ankeny, Iowa, with a focus on row crops and hogs. The second workshop focused on issues in the poultry industry and was held in Normal, Alabama, last month.

The workshops, which (*continued on Page 4*)

## Uniform Price Higher in May

The uniform price in Hillsborough County, Florida, was \$18.73 per hundredweight for milk at 3.5 percent butterfat for the month of May. This represents an increase of \$0.53 compared with the previous month and an increase of \$3.08 from May of last year.

Class I utilization was 84.93 percent in May, a decrease of 3.81 percent compared with last month and a decrease of 0.75 percent from May 2009.

## National Dairy Situation

The USDA estimates that the total U.S. production of milk in April was 16.39 billion pounds, an increase of 1.5 percent from April 2009 and an increase of 2.1 percent when compared with March 2010 on a daily average basis. Total cheese output (excluding cottage cheese) was 863 million pounds, 1.8 percent above April 2009 but essentially unchanged from March 2010 on a daily average basis. Butter production was 139 million pounds, 2.5 percent below April 2009 but 3.2 percent higher than March 2010 on a daily average basis.

Nonfat dry milk powder production was 152.2 million pounds in April, up 7.7 percent from April of last year and 14.7 percent above March 2010 on a daily average basis. Dry whey production was 90.8 million pounds in April, an increase of 9.1 percent from April 2009 and 1.4 percent above March 2010 on a daily average basis. Whey protein concentrates production was 35.7 million pounds in April, up 8.4 percent from April 2009 and 1.4 percent above March 2010 on a daily average basis.

The milk-feed price ratio, the pounds of 16 percent mixed dairy feed equal in value to one pound of whole milk, was 2.20 in May, up 0.02 from the previous month's revised ratio.

**F.O. 6 - FLORIDA: CALCULATION OF UNIFORM PRICES - MAY 2010**

**Calculation of Uniform Butterfat Price:**

	<u>Utilization</u>	<u>Pounds</u>	<u>Price/lb.</u>	<u>Value</u>
Class I Butterfat	48.12%	4,012,981	\$1.5920	\$ 6,388,665.77
Class I Differential at Location				223,870.56
Class II Butterfat	34.55%	2,881,005	\$1.7128	4,934,585.35
Class III Butterfat	6.62%	551,644	\$1.7058	940,994.35
Class IV Butterfat	10.71%	893,179	\$1.7058	1,523,584.73
<b>Total Butterfat</b>	<b>100.00%</b>	<b>8,338,809</b>		<b>\$ 14,011,700.76</b>
<b>Uniform Butterfat Price per lb. (Hillsborough County, Florida):</b>			<b>\$1.6803</b>	

**Calculation of Uniform Skim Milk Price**

<b>Producer Milk</b>	<u>Utilization</u>	<u>Pounds</u>	<u>Price per unit</u>	<u>Value</u>
Class I Skim Milk	86.25%	199,721,184	\$8.53 /cwt.	\$ 17,036,217.00
Class I Butterfat	48.12%	4,012,981	\$1.5920 /lb.	6,388,665.77
Class I Differential at Location		203,734,165		11,365,479.10
<b>Total Class I Milk</b>	<b>84.93%</b>	<b>203,734,165</b>		<b>\$ 34,790,361.87</b>
Class II Skim Milk	6.46%	14,950,846	\$9.23 /cwt.	\$ 1,379,963.07
Class II Butterfat	34.55%	2,881,005	\$1.7128 /lb.	4,934,585.35
<b>Total Class II Milk</b>	<b>7.43%</b>	<b>17,831,851</b>		<b>\$ 6,314,548.42</b>
Class III Skim Milk	4.27%	9,881,038	\$7.68 /cwt.	\$ 758,863.69
Class III Butterfat	6.62%	551,644	\$1.7058 /lb.	940,994.35
<b>Total Class III Milk</b>	<b>4.35%</b>	<b>10,432,682</b>		<b>\$ 1,699,858.04</b>
Class IV Skim Milk	3.02%	6,989,976	\$9.66 /cwt.	\$ 675,231.68
Class IV Butterfat	10.71%	893,179	\$1.7058 /lb.	1,523,584.73
<b>Total Class IV Milk</b>	<b>3.29%</b>	<b>7,883,155</b>		<b>\$ 2,198,816.41</b>
<b>Producer Milk</b>	<b>100.00%</b>	<b>239,881,853</b>		<b>\$ 45,003,584.74</b>

**Adjustments**

Overage and Other Source	\$62,448.24
Inventory Adjustments	\$982.33
Producer butterfat at uniform butterfat price	(\$14,011,700.76)
Location Adjustments to Producers	(\$259,965.83)
1/2 Unobligated Balance in P.S.F	\$153,447.95
<b>Adjusted Pool Value</b>	<b>\$ 13.36633</b>
Reserve for Producer Settlement Func	<b>\$ 0.04633</b>
	<b>\$30,948,796.67</b>
	\$107,263.19

**Uniform Skim Milk Price per cwt. (Hillsborough County, Florida):**

**\$13.32**

**Uniform Price per cwt. (Hillsborough County, Florida)**

**\$18.73\***

\* At 3.5% butterfat test; for information purposes.

**OTHER FEDERAL ORDERS: CLASS I AND UNIFORM PRICES (At 3.5% Butterfat)**

MARKET NAME (Priced at)	CLASS I		UNIFORM		CLASS I %
	MAY 2010	JUN 2010	APR 2010	MAY 2010	MAY 2010
Appalachian (Charlotte)	\$ 17.20	\$ 18.68	\$ 15.86	\$ 16.64	64.85%
Arizona (Phoenix)	\$ 16.15	\$ 17.63	\$ 14.14	\$ 15.03	30.20%
Central (Kansas City)	\$ 15.80	\$ 17.28	\$ 13.80	\$ 14.46	31.58%
<b>Florida (Tampa)</b>	<b>\$ 19.20</b>	<b>\$ 20.68</b>	<b>\$ 18.20</b>	<b>\$ 18.73</b>	<b>84.93%</b>
Mideast (Cleveland)	\$ 15.80	\$ 17.28	\$ 14.03	\$ 14.76	37.20%
Northeast (Boston)	\$ 17.05	\$ 18.53	\$ 15.11	\$ 15.91	39.70%
Pacific Northwest (Seattle)	\$ 15.70	\$ 17.18	\$ 13.79	\$ 14.60	27.20%
Southeast (Atlanta)	\$ 17.60	\$ 19.08	\$ 16.03	\$ 16.59	59.89%
Southwest (Dallas)	\$ 16.80	\$ 18.28	\$ 14.76	\$ 15.45	32.96%
Upper Midwest (Chicago)	\$ 15.60	\$ 17.08	\$ 13.28	\$ 13.77	11.90%

**FLORIDA MILK MARKETING AREA-FEDERAL ORDER 6  
STATISTICAL SUMMARY**

<b>Receipts:</b>	<b>May 2010</b>	<b>May 2009</b>
<b>Producer Milk</b>		
Class I	203,734,165	212,327,307
Class II	17,831,851	19,089,917
Class III	10,432,682	7,310,615
Class IV	7,883,155	9,088,209
Total Producer Milk	<u>239,881,853</u>	<u>247,816,048</u>
Average Butterfat Test	3.48%	3.51%
Percent of Producer Milk in Class I	84.93%	85.68%
Daily Average Receipts	7,738,124	7,994,066
<b>Other Source Milk</b>		
Class I	4,318,038	5,215,851
Class II	7,375,218	7,097,373
Class III	0	5,950
Class IV	705,709	593,821
Total Other Source Milk	<u>12,398,965</u>	<u>12,912,995</u>
<b>Overage</b>		
Class I	0	0
Class II	18,953	0
Class III	105,522	0
Class IV	226,516	1,782
Total Overage	<u>350,991</u>	<u>1,782</u>
<b>Opening Inventory</b>		
Class I	16,823,410	13,757,807
Class II	7,926	26,498
Class III	42,646	891,899
Class IV	5,998,858	7,605,357
Total Opening Inventory	<u>22,872,840</u>	<u>22,281,561</u>
<b>Total Receipts</b>	<b>275,504,649</b>	<b>283,012,386</b>
<b>Utilization:</b>		
<b>Class I Utilization</b>		
Inventory of Packaged FMP	11,760,506	12,334,180
Route Disposition Class I	211,587,200	217,651,817
Shrinkage	1,074,169	1,047,736
Transfers & Diversions to Nonpool	453,738	267,232
Total Class I Utilization	<u>224,875,613</u>	<u>231,300,965</u>
Average Butterfat Test	1.96%	1.98%
Daily Average Utilization	7,254,052	7,461,321
<b>Class II Utilization</b>		
Nonfluid Used To Produce	7,368,620	7,090,773
Shrinkage	0	0
Transfers & Diversions to Nonpool/Commercial Foods	6,987,753	6,900,328
Used To Produce/Other Uses	10,877,575	12,222,687
Total Class II Utilization	<u>25,233,948</u>	<u>26,213,788</u>
Average Butterfat Test	11.52%	12.06%
<b>Class III Utilization</b>		
Shrinkage	3,424,524	4,084,095
Transfers & Diversions to Nonpool/Used to Produce	5,369,976	2,615,816
Use to Produce/Other Uses	1,786,350	1,508,553
Total Class III Utilization	<u>10,580,850</u>	<u>8,208,464</u>
Average Butterfat Test	5.23%	5.26%
<b>Class IV Utilization</b>		
Inventory	8,492,543	10,960,942
Nonfluid Used To Fortify	631,247	515,306
Shrinkage	277	0
Transfers & Diversions to Nonpool	5,690,171	5,812,921
Used To Produce/Other Uses	0	0
Total Class IV Utilization	<u>14,814,238</u>	<u>17,289,169</u>
Average Butterfat Test	8.56%	7.80%
<b>Total Utilization</b>	<b>275,504,649</b>	<b>283,012,386</b>

## Florida Market Summary

The minimum order uniform price for payment to producers supplying the Florida Order marketing area in May 2010 is \$18.73 per hundredweight for milk with a 3.5% butterfat test in Hillsborough County. This is .965 times the uniform skim milk price of \$13.32 per hundredweight plus 3.5 times the uniform butterfat price of \$1.6803 per pound. Payment to producers may be adjusted by location differentials, if applicable, and by properly authorized deductions.

Uniform prices are the result of marketwide pooling; all producer milk was classified and priced according to the milk's use. In May, Class I use accounted for 86.25% of all producer skim milk (priced to handlers at \$8.53 per hundredweight, plus the Class I differential and 48.12% of producer butterfat (priced to handlers at \$1.5920 per pound plus Class I differential). Class II use accounted for 6.46% of all producer skim milk (\$9.23 per hundredweight) and 34.55% of producer butterfat (\$1.7128 per pound). Class III use accounted for 4.27% of all producer skim milk (\$7.68 per hundredweight) and 6.62% of producer butterfat (\$1.7058 per pound). Class IV use accounted for 3.02% of all producer skim milk (\$9.66 per hundredweight) and 10.71% of producer butterfat (\$1.7058 per pound).

Receipts of producer milk during May totaled 239.9 million pounds, 7.9 million pounds less than was pooled in May of last year. Florida producers supplied 172.6 million pounds of milk in April 2010 or 71.30% of the total producer milk pooled in Florida. In April 2009, Florida producers supplied 73.88% of producer milk pooled on the Florida market.

There were 12 regulated pool distributing plants and 5 cooperative associations submitting reports of receipts and utilization that were included in the computation of the uniform prices for May 2010. In-area Class I route disposition totaled 245.1 million pounds in April 2010, 10.8 pounds less than April 2009 and a decrease of 5.58 percent after adjusting for calendar composition.

### Packaged Class I Route Sales in Marketing Area

Product Description	Pounds	Percent
<b>April 2010</b>		
Whole Milk	82,360,982	33.61%
Fat Free Milk	35,461,364	14.47%
Lowfat Milk (incl. 1%)	34,617,905	14.12%
Reduced Fat Milk (incl. 2%)	69,792,411	28.48%
Cultured Fluid Milk (incl. Buttermilk)	1,044,498	0.43%
Flavored Drinks and Milk	21,806,555	8.90%
<b>Total Disposition in Marketing Area</b>	<b>245,083,715</b>	<b>100.00%</b>
Total Disposition by Pool Plants	214,791,317	87.64%
Total Disposition by Nonpool Plants	30,292,398	12.36%
<b>Total Disposition in Marketing Area</b>	<b>245,083,715</b>	<b>100.00%</b>

## DOJ and USDA Dairy Workshop

(continued from Page 1) were first announced by Attorney General Eric Holder and Agriculture Secretary Tom Vilsack on Aug. 5, 2009, are the first joint Department of Justice/USDA workshops ever to be held to discuss competition and regulatory issues in the agriculture industry. The goals of the workshops are to promote dialogue among interested parties and foster learning with respect to the appropriate legal and economic analyses of these issues, as well as to listen to and learn from parties with experience in the agriculture sector. Attendance at the workshops is free and open to the public. The general public and media interested in attending the Wisconsin workshop should register at [www.surveymonkey.com/s/V3FHXPY](http://www.surveymonkey.com/s/V3FHXPY).

U.S. Attorney General Eric Holder, U.S. Agriculture Secretary Tom Vilsack and Assistant Attorney General for the Justice Department's Antitrust Division Christine Varney will participate in a roundtable discussion to open the Wisconsin workshop. Senators Herb Kohl and Russell Feingold, Representatives Ron Kind, Steve Kagen and Tammy Baldwin, Governor Jim Doyle, and Wisconsin Agriculture Secretary Rod Nilsestuen have tentatively accepted invitations to join this roundtable discussion. Invitations have been extended to Representatives Thomas Petri and David Obey. The remaining panels will feature farmers, processors, academics and other dairy industry stakeholders. Additional details on the schedule and panelists will be provided at a later date.

The Justice Department and USDA will hold the next public workshop in Fort Collins, Colorado, where the focus will be on the livestock industry. This will be followed by a workshop on margins in agriculture in Washington.

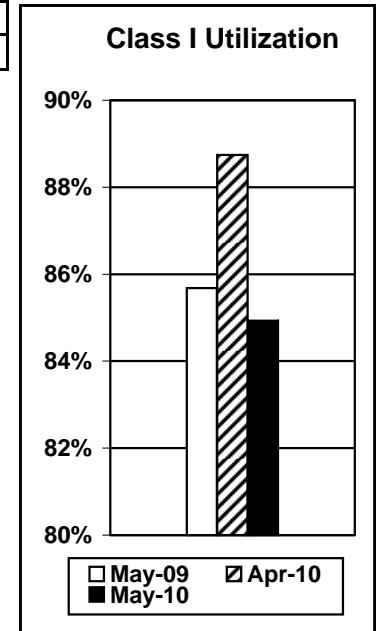
Please visit the Antitrust Division's events website, [www.justice.gov/atr/events.htm](http://www.justice.gov/atr/events.htm), or contact [agriculturalworkshops@usdoj.gov](mailto:agriculturalworkshops@usdoj.gov) for more information.

**FEDERAL ORDER 6 - FLORIDA: CLASS AND UNIFORM PRICES**

Pool Period	CLASS I*			CLASS II			CLASS III			CLASS IV			UNIFORM*		
	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5	Skim/cwt	Bfat/lb	@ 3.5
Jan 2009	\$16.64	\$1.4523	\$21.14	\$6.74	\$1.1154	\$10.41	\$7.15	\$1.1084	\$10.78	\$ 5.92	\$1.1084	\$9.59	\$ 15.02	\$1.2645	\$18.92
Feb	\$12.47	\$1.1680	\$16.12	\$6.63	\$1.1011	\$10.25	\$5.68	\$1.0941	\$9.31	\$ 5.82	\$1.0941	\$9.45	\$ 11.47	\$1.1299	\$15.02
Mar	\$11.21	\$1.1458	\$14.83	\$6.51	\$1.1664	\$10.36	\$6.61	\$1.1594	\$10.44	\$ 5.78	\$1.1594	\$9.64	\$ 10.51	\$1.1561	\$14.19
Apr	\$11.96	\$1.2040	\$15.76	\$6.47	\$1.2119	\$10.49	\$6.80	\$1.2049	\$10.78	\$ 5.81	\$1.2049	\$9.82	\$ 11.28	\$1.2077	\$15.11
May	\$12.41	\$1.2559	\$16.37	\$6.49	\$1.2718	\$10.71	\$5.61	\$1.2648	\$9.84	\$ 5.92	\$1.2648	\$10.14	\$ 11.63	\$1.2639	\$15.65
Jun	\$11.31	\$1.3057	\$15.48	\$6.61	\$1.2614	\$10.79	\$5.78	\$1.2544	\$9.97	\$ 6.04	\$1.2544	\$10.22	\$ 10.84	\$1.2850	\$14.96
Jul	\$11.43	\$1.3222	\$15.66	\$6.73	\$1.2508	\$10.87	\$5.82	\$1.2438	\$9.97	\$ 6.01	\$1.2438	\$10.15	\$ 10.95	\$1.2888	\$15.08
Aug	\$11.40	\$1.2689	\$15.44	\$6.70	\$1.2561	\$10.86	\$7.08	\$1.2491	\$11.20	\$ 6.23	\$1.2491	\$10.38	\$ 10.84	\$1.2626	\$14.88
Sep	\$12.14	\$1.3186	\$16.33	\$6.95	\$1.2296	\$11.01	\$8.12	\$1.2226	\$12.11	\$ 7.12	\$1.2226	\$11.15	\$ 11.53	\$1.2717	\$15.58
Oct	\$13.83	\$1.2581	\$17.75	\$7.71	\$1.2822	\$11.93	\$8.66	\$1.2752	\$12.82	\$ 7.66	\$1.2752	\$11.86	\$ 13.25	\$1.2701	\$17.23
Nov	\$14.10	\$1.3292	\$18.26	\$8.38	\$1.4726	\$13.24	\$9.27	\$1.4656	\$14.08	\$ 8.41	\$1.4656	\$13.25	\$ 13.35	\$1.4044	\$17.80
Dec	\$14.71	\$1.4850	\$19.39	\$9.14	\$1.5503	\$14.25	\$9.93	\$1.5433	\$14.98	\$ 9.96	\$1.5433	\$15.01	\$ 14.18	\$1.5171	\$18.99
Jan 2010	\$15.22	\$1.6414	\$20.43	\$10.52	\$1.4475	\$15.22	\$9.80	\$1.4405	\$14.50	\$ 9.13	\$1.4405	\$13.85	\$ 14.56	\$1.5345	\$19.42
Feb	\$15.67	\$1.4630	\$20.24	\$10.97	\$1.4474	\$15.65	\$9.57	\$1.4404	\$14.28	\$ 8.14	\$1.4404	\$12.90	\$ 15.09	\$1.4541	\$19.65
Mar	\$15.00	\$1.5055	\$19.74	\$9.39	\$1.5417	\$14.46	\$7.68	\$1.5347	\$12.78	\$ 7.82	\$1.5347	\$12.92	\$ 14.30	\$1.5243	\$19.13
Apr	\$13.59	\$1.5719	\$18.62	\$8.52	\$1.5883	\$13.78	\$7.65	\$1.5813	\$12.92	\$ 8.49	\$1.5813	\$13.73	\$ 13.13	\$1.5801	\$18.20
May	\$13.93	\$1.6460	\$19.20	\$9.23	\$1.7128	\$14.90	\$7.68	\$1.7058	\$13.38	\$ 9.66	\$1.7058	\$15.29	\$ 13.32	\$1.6803	\$18.73
Jun	\$15.01	\$1.7695	\$20.68	\$10.31											

**FEDERAL ORDER 6 - FLORIDA: POOLED RECEIPTS AND UTILIZATION OF PRODUCER MILK**

Pool Period	Producer Milk 1000 lbs.	Number of Farms	CLASS I		CLASS II		CLASS III		CLASS IV	
			1000 lbs.	%	1000 lbs.	%	1000 lbs.	%	1000 lbs.	%
Jan 2009	286,220	404	233,649	81.64%	18,349	6.41%	11,770	4.11%	22,452	7.84%
Feb	267,601	410	217,760	81.37%	19,124	7.15%	15,258	5.70%	15,460	5.78%
Mar	278,448	328	233,588	83.89%	22,457	8.07%	2,711	0.97%	19,692	7.07%
Apr	258,797	273	222,033	85.80%	19,537	7.55%	2,521	0.97%	14,705	5.68%
May	247,816	249	212,327	85.68%	19,090	7.70%	7,311	2.95%	9,088	3.67%
Jun	221,439	317	196,502	88.74%	18,212	8.22%	3,222	1.46%	3,503	1.58%
Jul	231,404	313	205,723	88.91%	18,786	8.12%	3,389	1.46%	3,506	1.51%
Aug	243,010	432	211,546	87.05%	20,257	8.34%	1,273	0.52%	9,934	4.09%
Sep	239,600	456	205,275	85.68%	22,835	9.53%	581	0.24%	10,908	4.55%
Oct	249,862	450	220,892	88.40%	19,240	7.70%	444	0.18%	9,286	3.72%
Nov	248,555	413	211,104	84.94%	23,365	9.40%	579	0.23%	13,507	5.43%
Dec	254,431	398	222,997	87.65%	21,103	8.29%	682	0.27%	9,648	3.79%
Jan 2010	264,880	386	226,374	85.46%	19,385	7.32%	1,697	0.64%	17,424	6.58%
Feb	234,404	357	205,695	87.75%	18,377	7.84%	1,028	0.44%	9,303	3.97%
Mar	262,342	357	228,393	87.06%	21,353	8.14%	5,047	1.92%	7,550	2.88%
Apr	242,031	315	214,798	88.74%	18,686	7.72%	5,314	2.20%	3,233	1.34%
May	239,882	325**	203,734	84.93%	17,832	7.43%	10,433	4.35%	7,883	3.29%



## Florida Marketing Area - Federal Order 6

Pool and Payment Dates For the Pooling Periods June 2010 through August 2010									
	Pool & Uniform Price	MA Payment Dates		Payments for Producer Milk					
		Due to:	Due From:	First Partial Payment Due**		Second Partial Payment Due**		Final Pay Due	
Pool Month	Release Date	All Funds	P/S	Coop	Non - member	Coop	Non - member	Coop	Non - member
JUN 2010	07/11/10	07/12/10	07/13/10	06/21/10	06/21/10	07/06/10	07/06/10	07/13/10	07/14/10
JUL 2010	08/11/10	08/12/10	08/13/10	07/19/10	07/20/10	08/04/10	08/05/10	08/13/10	08/16/10
AUG 2010	09/11/10	09/13/10	09/14/10	08/19/10	08/20/10	09/07/10	09/07/10	09/14/10	09/15/10

\*\*The base rate for making partial payments in Hillsborough Co., FL for May will be \$16.86 per hundredweight for cooperatives (90 percent of the preceding month's uniform price) and \$15.92 for nonmembers (85 percent of the preceding month's uniform price).

Producer Touch Base Requirements & Handler Diversion Limits													
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	
Producer Touch Base Days	10	10	10	10	10	10	10	10	10	10	10	10	
Diversion Percentage Limits	15%	15%	20%	20%	20%	20%	10%	10%	10%	10%	10%	15%	

### WASDE Dairy Report 1/

#### WASDE – 483 June 10, 2010

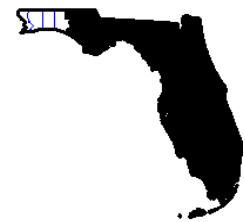
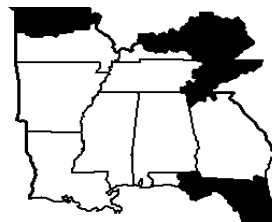
Forecast milk production for 2010 is raised slightly from last month reflecting a slower decline in cow numbers and stronger expected growth in milk per cow. Milk production for 2011 is unchanged. Exports for 2010 and 2011 are raised on both a fat and skim solids basis. Product exports were higher than expected in the first quarter of 2010, and with generally tight world supplies, U.S. exports are expected to remain strong into 2011. Import forecasts are lowered for 2010 and 2011. Imports are reduced largely because of smaller-than-expected cheese imports in the first-quarter 2010 and expectations that imports will remain weak into 2011 due to relatively low U.S. prices and tight world supplies.

The Class III price forecast for 2010 is reduced slightly on a lower whey price forecast as international whey prices are weaker. The Class IV price forecast for 2010 is raised on higher butter and nonfat dry milk (NDM) price forecasts. The all milk price for 2010 is forecast to average \$15.75 to \$16.15 per cwt. The 2011 forecasts for Class III and IV prices and the all milk price are raised. Improving domestic and export demand is expected to support NDM prices. The cheese price forecast is raised as higher butter/powder values are expected to divert milk from cheese production. Coupled with higher forecast exports and lower imports, tighter supplies are expected to support prices. The all milk price forecast for 2011 is raised to \$15.80 to \$16.80 per cwt.

1/ The World Agricultural Supply and Demand Estimates (WASDE) report provides USDA's comprehensive forecasts of supply and demand for major U.S. and global crops and U.S. livestock, including dairy. The most recent WASDE report is available at [www.usda.gov/oce/commodity/wasde/index.htm](http://www.usda.gov/oce/commodity/wasde/index.htm).



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